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ABAQULUSI MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

for the year ended

30 June 2008

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

I N D E X

	PAGE
1 GENERAL INFORMATION	3
2 FOREWORD	5
3 REPORT OF THE AUDITORS	6
4 CHIEF FINANCIAL OFFICER'S REPORT	7-9
5 ACCOUNTING POLICIES	10-14
6 BALANCE SHEET	15
7 INCOME STATEMENT	16
8 CASH FLOW STATEMENT	17
9 NOTES TO THE FINANCIAL STATEMENTS	18 - 25
APPENDICES:	
A. FUNDS, RESERVES AND PROVISIONS	26
B. EXTERNAL LOANS AND INTERNAL ADVANCES	27
C. ANALYSIS OF FIXED ASSETS	28 - 30
D. ANALYSIS OF INCOME AND EXPENDITURE	31
E. DETAILED INCOME STATEMENT	32
F. STATISTICAL INFORMATION	33 - 34

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

GENERAL INFORMATION

MEMBERS OF THE EXECUTIVE COMMITTEE

Councillors:

G M Dlamini	Mayor
G M Dlamini	Chairperson: Local Economic and Development Portfolio
J J Jones	Deputy Mayor and Chairperson: Infrastructure Portfolio
S B Dlodlo	Speaker
E J S Moolman	Chairperson: Community Services Portfolio
SE Qwabe	Chairperson: Development Planning and Tourism Portfolio
E C Tshigeng	Member of Exco
M Mtshali	Member of Exco
M B Khumalo	Member of Exco

GRADING OF MUNICIPALITY

Grade 8

AUDITORS

Office of the Auditor-General

BANKERS

ABSA

REGISTERED OFFICE

	Postal Address	Telephone:	034-982-2133
c/o Mark & High Street	P O Box 57	Fax:	034-980-9637
VRYHEID	VRYHEID		
3100	3100		

MUNICIPAL MANAGER

Municipal Manager M.J. Mathenjwa

DIRECTOR FINANCIAL SERVICES

Chief Financial Officer M J Pearson

MAYOR

G M Dlamini

SPEAKER

S B Dlodlo

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2007

MEMBERS OF THE ABAQULUSI MUNICIPAL COUNCIL

1	MRS E J S MOOLMAN		24	H NKABINDE	
2	M A MAZIBUKO		25	MRS S E QWABE	
3	G M DLAMINI	MAYOR	26	I S M HADEBE	
4	HE HEYNS		27	B A MTSHALI	
5	Z S BUTHELEZI		28	J J JONES	DEPUTY MAYOR
6	S M E MTSHALI		29	A M MASONDO	
7	M.A XULU		30	C N MOLEFE	
8	J Z BUTHELEZI		31	D M KHABA	
9	J W MTHEMBU		32	N P NENE	
10	G P KOEKEMOER		33	M MDLALOSE	
11	M J DLAMINI		34	MISS T E VILAKAZI	
12	S B DLODLO	SPEAKER	35	A D MKHULISE	
13	W F BURGER		36	M E ZUNGU	
14	G NKOHLA		37	N A KUNENE	
15	M B KHUMALO		38	MRS B L ZWANE	
16	P N KHABA		39	M J SIBIYA	
17	P M MTSHALI				
18	E C TSHIGENG				
19	T V RADEBE				
20	L M NDLOVU				
21	R B MHLUNGU				
22	S R NKOSI				
23	MISS N P NDLELA				

APPROVAL OF FINANCIAL STATEMENTS

The financial statements set out on pages 5 to 32 were approved by the Municipal Manager

on 29 August 2008

M J MATHENJWA
MUNICIPAL MANAGER

M J PEARSON
CHIEF FINANCIAL OFFICER

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

FOREWORD BY THE MAYOR

The last financial year 2007/2008 continued to be a year full of challenges, where there were strategic changes both political and administrative which lead to the Municipality focusing on capacity building and service delivery. The Municipality approved the budget for 2007/2008 and took the budget to the people as part of public participation required by MFMA.

The Municipality continued to provide free basic services, which subsidises the indigent people who cannot afford to pay for services. This played a role in reducing poverty and gave access to municipal services to those who can not afford to pay. The municipality made a decision to write off debts which it determined to be unrecoverable, particularly for those consumers who are indigent.

The municipality has continued to lobby government to increase the equitable share so that the municipality may provide aditional free basic service particularly to the Eskom customers.The municpality has renewed the Natal Spa Agreement with the Zululand District Council whereby AbaQulusi will continue to provide water services to the urban areas. The Municipality is making attempt to apply for the the water services function as it has capacity to render this services at a high level to all consumers both urban and rural.

The electricity revenue has improved compared with last year and losses continued to drop. Unfortunately the municipality continues to struggle to reduce water losses but have put a number of processes in place to achieve savings and reduce the overall losses. The collection rate has improved over the year with an average 94% rate per month.

The Council has embarked on a programme of Local Economic Development in order to ensure that AbaQulusi becomes the economic hub of Northern Kwa-Zulu Natal.

The AbaQulusi Council are committed to service delivery and good corporate governance and service above self.

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COUNCILLOR G M DLAMINI
MAYOR
CHAIRMAN OF THE EXECUTIVE COMMITTEE

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BAQULUSI MUNICIPALITY
NNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

REPORT OF THE AUDITOR-GENERAL ON THE ANNUAL FINANCIAL STATEMENTS TO THE COUNCIL OF THE ABAQULUSI MUNICIPALITY FOR THE YEAR ENDED 30 JUNE 2008

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

CHIEF FINANCIAL OFFICER'S REPORT

The Annual Financial Statements have been prepared so as to conform to the standards laid down by the Institute of Municipal Finance Officers in its Code of Practice (1997) and the Report on the Standardisation of Financial Statements of Local Authorities (Second Edition), as amended.

It is with pleasure that my report on the finances of the AbaQulusi Municipality for the year ended 30 June 2008 is submitted. The Financial Statements are appended.

As municipalities are a third tier of government and therefore closest to the communities, they are looked upon as the source of job creation, providers of housing, and services such a health, education, sport and recreation, agriculture, arts and culture as well as security. This places severe strain on the limited budget to provide services to the people to ensure their social and economic well being is sustained. The municipality has concentratd on its core function which is to provide services such as water, electricity, sanitation and solid waste removal. However, the provision of housing is also uppermost on the service delivery agenda.

1. Operational Results

Details of operating results per department classification and object of expenditure are included in appendices / annexure D and E. The applicable statistics are shown in appendix F.

The overall operating results for the year ended 30 June 2008 are as follows:

	Actual 2008	Actual 2007	Variance 2007/2008	Variance 2007/2008	Budget 2007/2008	Variance Actual
	R	R	R	%	R	%
Operating Income	139 403 367	134 976 723	4 426 644	3%	139 755 058	99.75%
Operating Expenses	138 376 607	133 326 578	5 050 029	4%	140 131 305	98.75%
Operating surplus/Deficit	1 026 760	1 650 145	2 676 905	261%	(376 247)	
Opening Accumulated Surplus	8 528 173	6 878 028	1 650 145			
Appropriation for the year	(6 186 129)	-	-6 186 129			-
Unappropriate Surplus	**3 368 804**	**8 528 173**	**(5 159 369)**	**-153%**		

1.1. The individual services operating results are as follows:

	Actual 2008	Actual 2007	Variance 2007/2008	Variance 2007/2008	Budget 2008	Variance Actual
	R	R	R	%	R	%
Rates and General Services						
Income	73 635 181	70 161 927	3 473 254	5%	70 193 166	99.96%
Expenditure	76 248 504	76 831 434	(582 931)	-1%	68 902 294	111.51%
Surplus (Deficit)	**(2 613 323)**	**(6 669 508)**	**4 056 185**	**-155%**	**1 290 872**	**-516.67%**
Housing Services						
Income	18 578	24 832	(6 254)	-34%	25 847	96.07%
Expenditure	48 386	6 378	42 008	87%	51 694	12.34%
Surplus (Deficit)	**(29 808)**	**18 454**	**(48 262)**	**162%**	**(25 847)**	**-71.40%**
TRADING SERVICES						
Electricity Services						
Income	52 217 184	52 119 093	98 091	0%	47 903 804	108.80%
Expenditure	49 903 983	45 448 692	4 455 292	9%	48 301 286	94.09%
Surplus (Deficit)	**2 313 201**	**6 670 401**	**(4 357 201)**	**-2**	**-397 482**	**-1678%**
Water Services						
Income	13 532 424	12 670 872	861 553	6%	10 926 760	115.96%
Expenditure	12 175 734	11 040 074	1 135 660	9%	11 820 150	93.40%
Surplus (Deficit)	**1 356 690**	**1 630 798**	**(274 107)**	**-20%**	**(893 390)**	**-182.54%**

Overall the municipality has ended the year with a surplus, which is attributed mainly to strict control over expenditure, but not withholding funds for service delivery.

The Rates & General Services income increased by 4% overall and the expenditure by only 1%, but is still dependant on the income generated by the electricity department. The Electricity Servic showed no increase in income mainly attributed to the fact that the municipality were not permitted to increase the tariffs in many of the charges. However, it must be noted that the cost of supplying the service increased by 9%. Both Electricity and Water Services has ended the year with a surplus. The Zululand District Municipality has agreed to renew the Natal Spa agreement for a further three years. The Water Service showed an increase in income of 6% and expenditure of 10%. The Housing Service operating account is mainly showing asmall income and minor costs related to the provision of housing.

2. CAPITAL EXPENDITURE AND FINANCING

The expenditure on fixed assets incurred during the year amounted to R16,160,573.
The municipality is extremely proud of its record of spending in terms of the Municipal Infrastructure Grant where the municipality spend 100% of the grant allocated to April 2008. It must be noted that although R66 million for Housing was included in the budget not all the grant funding was allocated during the year under review. Although money was spent on Housing, it is not an asset of themunicipality and therefore has not been capitalised.

2.1 The expenditure on the individual services is as follows:

	2007/2008 Actual R	2007/2008 Budgeted R	2006/2007 Actual R
Rates and General	9 560 857	10 990 750	4 832 982
Electricity	5 884 517	4 127 250	4 281 810
Water	708 512	370 000	3 275 171
Housing	0	66 000 000	5 825 361
TOTAL	**16 153 885**	**81 488 000**	**18 215 325**

Refer to Annexure "C" for more detail

2.2 Resources used to finance the fixed assets were as follows:

	2007/2008 Actual R	2007/2008 Budgeted R	2006/2007 Actual R
Capital Development Fund	6 068 899	14 107 790	
Contribution from Current Income	1 133 511	765 594	
Public Improvement Fund	-	-	
Grants and Donations	8 951 475	90 519 000	
TOTAL	**16 153 885**	**105 392 384**	

3. External Loans, Investments and Cash

On 30 June 2008 the outstanding external loans amounted to R 22,543 as set out in Annexure "B".
However, as uMsekeli Municipal Services has now closed, it is assumed that this loan has been written off.
The Municipality have had no communiciation from them for more than a year.

On 30 June 2008 investments and cash on hand were R60,391,635 and a cash book overdraft of R970,220. More information regarding external loans and investments are disclosed in notes 4; 7; 21; 22 and 23 and Annexure "B".

	2007/2008 Actual R	2006/2007 Actual R	Variance R
External Loan	-	22 543	(22 543)
Investments	60 423 014	49 750 182	(10 672 832)
Provision for Investment to be written off	0	3 066 944	(3 066 944)
Cash at Bank	971 570	9 246 177	8 274 607

The investment with First National Bank which was stolen has been repaid in full.

4. Debtors

On 30 June 2008, the total outstanding debtors and the Provision for Doubtful Debtors are as follows, for more information please refer to note 8 and 10.

	2007/2008 Actual R	2006/2007 Actual R	Variance R
Debtors	33 174 711	39 471 237	(6 296 526)
Provision for Doubtful Debts	15 549 126	24 033 636	(8 484 510)

5. Funds and Reserves

More information regarding funds and reserves are disclosed in notes 1; 2; 3 and 11 and Annexure “A”.

6. Post Balance Sheet Events

There were no post balance sheet events

7. Appreciation

On behalf of myself and the Finance Department thanks are extended to the Mayor,Deputy Mayor, Speaker, members of the Executive Committee,all other Councillors for the support received during the year under review.

Thanks are also extended to the Municipal Manager, Executive Managers, Managers and particularly the Finance Managers and Finance Staff for the support they have given me during the year.

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M J Pearson
Chief Financial Officer

Date: 29 August 2008

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

ACCOUNTING POLICIES

1. BASIS OF PRESENTATION

1.1 These financial statements have been prepared so as to conform to standards laid down by the Institute of Municipal Finance Officers in its Code of Practice for the Accountants of Local Government (1997) and the Report on the Standardisation of the Financial Statements of Local Governments.

1.2 The accounting policies are consistent with those applied in the previous year.

1.3 The financial statements are prepared on the historic cost basis, adjusted for capital expenditure as more fully detailed in Note 6

1.4 The financial statements are prepared on the accrual principle:

- Income is accrued when collectable and measurable. Certain direct revenue is accrued when received, such as traffic fines and certain licences
- Expenditure is accrued in the year it is incured.

2. CONSOLIDATION

The balance sheet includes the Rate and General Fund, Housing Fund, Water and Electricity Funds which have been consolidated.The surplus includes the net result of surpluses/deficits of all Funds

3. FIXED ASSETS

3.1 **Fixed assets are stated:**

- At historical cost,
- or at valuation (based on the market price at date of acquisition), where assets have been obtained by grant or donation.
- While in existence or fit for use.

3.2 **Depreciation**

The balance shown against the heading "*Loans redeemed and other capital receipts*" in the Notes to the balance sheet is tantamount to a provision for depreciation, however, certain structural differences do exist. By way of these "*provisions"* assets are written down over their estimated life span. Apart from advances from various Council funds, assets may also be acquired through:

- appropriation from income, where the full cost of the asset forms an immediate and direct charge against operating income and therefore it is unnecessary to make any further provision for depreciation;
- grant or donation, where the amount that representing the value of such grant or donation is immediately credited to the "*Loans redeemed and other capital receipts*" account.

3.3 All net proceeds from the sale of fixed property are credited to the Public Improvement Fund. Net proceeds from the sale of all other assets are credited to the Capital Development Fund

3.4 Capital assets are financed from different sources, including external loans, operational income and internal advances. These loans and advances are repaid over the useful life of the assets concerned. Interest is charged to the service concerned at the ruling interest rate applicable at the time the advance is made. Exemption has been received for the payment of interest on internal loans.

4. INVENTORY

Inventory is valued at the lower of cost, determined on the average basis, and the net realisable value

5. FUNDS

5.1 Capital Development Fund

The Ordinance requires a minimum contribution of 3% of the defined income. The fund is used to finance capital expenditure, and the surplus funds are invested.

5.2 Public Improvement Fund

The fund is used to finance capital expenditure, and the surplus funds are invested.

5.3 Loans Redemption Fund

Provision is made for the redemption of the fixed term external loans over the authorized periods of the loans. These provisions are credited to the fund which is fully invested.

5.4 Insurance Fund

The Insurance Fund has been closed and assets are insured through an Insurance Company.

5.5 Bursary Fund

Since the implementation of the Municipal Finance Management Act, the Bursary Fund has been closed.

6. TREATMENT OF ADMINISTRATION AND OTHER OVERHEAD EXPENSES

The cost for internal support services are transferred to the different services in accordance with the Institute of Municipal Finance Officers Report or Accounting for Support Services (June 1990).

7. INVESTMENTS

Investments are shown at cost and are in securities prescribed in the Council's Cash and Investment Policy.

8. PROVISIONS

Provisions are created for liabilities or contingencies which are known at the date of the balance sheet, but for which the amounts involved cannot be determined with substantial accuracy.

8.1 Provisions for Doubtful Debtors

All consumer debtors, 120 days and older are regarded as doubtful on 30 June of each year. Debtors are analysed to establish whether they are recoverable or not. If debtors are deemed to be irrecoverable the Council will resolve that they be written off against the provision.
(As a result of stricter control measures the Council is succeeding in reducing the outstanding debtors).

9. INCOME RECOGNITION

9.1 Assessment Rates:

- Assessment rates are levied on land values only.
- Relief based on conditions relating to age and income was provided to the needy aged owners of property.
- Indigent consumer whose land value is less than R 6000 is exempt from paying rates.

9.2 Electricity & Water Billing:

Meters on all properties are read monthly and billed accordingly on a monthly basis.

10. RETIREMENT BENEFITS

Employees contribute to the KwaZulu-Natal Joint Municipal Provident Fund, Natal Joint Municipal Pension (Retirement and Superanuation) Fund and Old Mutual Employee Benefits SALA, all of which provide retirement benefits to such employees.

The retirement benefit plan is subject to the Pension Funds Act, with pensions being calculated on the final pensionable remuneration paid. Current contributions by the Municipality are charged against operating income on the basis of current service costs.

Full actuarial valuations are performed in compliance with Section 16 of the Pension Funds Act.

11. BORROWING COSTS

The costs of borrowing are expensed in the year to which they relate.

12. SURPLUSES AND DEFICITS

Surpluses and deficits arising from the operation of Electricity,
may be carried over to the Rates and General Services.
Surpluses and deficits on Water and Housing will remain in the relevant department.

13. INDIGENT RELIEF SUPPORT RESERVE

The Indigent Relief Support Reserve has been closed and the Indigent support has been provided for in the budget from the equitable share

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS

BALANCE SHEET AT 30 JUNE 2008

	CAPITAL EMPLOYED	Notes	2008 R	2007 R
	FUNDS AND RESERVES		**131 650 214**	**95 600 313**
	Accumulated reserves	1	102 594 882	90 044 894
	Reserves	2	29 055 332	5 555 419
€€$	Accumulated surplus / (deficit)	19	3 368 804	8 528 173
	Trust Funds	3	642 880	388 733
	Long term liabilities	4	0	22 543
	Consumer deposits: Services	6	6 247 376	5 621 999
			141 909 274	**110 161 762**
	EMPLOYMENT OF CAPITAL			
	FIXED ASSETS	7	59 978 634	58 434 870
	INVESTMENTS	8	31 922 603	13 667 385
	LONG TERM DEBTORS	9	0	-
			91 901 237	**72 102 255**
	NET CURRENT ASSETS (LIABILITIES)		**50 008 037**	**38 059 507**
	CURRENT ASSETS		**72 823 648**	**81 665 370**
	Stock	10	4 846 080	3 161 685
	Debtors	11	39 471 237	33 168 721
	Bank Balance	25	0	9 241 107
	Cash	25	5920	5 070
	Short-term Investments	8	28 500 411	36 082 797
	Short-term Portion: Long Term Debtors	9	0	5 990
	CURRENT LIABILITIES		**22 815 611**	**43 605 863**
	Provisions	12	4 986 373	2 980 891
	Bank overdraft	25	965 650	
	Creditors	13	16 863 589	40 624 972
			141 909 274	**110 161 762**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

INCOME STATEMENT AT 30 JUNE 2008

2006/2007 Actual Income R	2006/2007 Actual Expenditure R	2006/2007 Actual Surplus/ (Deficit) R	SERVICE	2007/2008 Actual Income R	2007/2008 Actual Expenditure R	2007/2008 Actual Surplus/ (Deficit) R	2007/2008 Budget Surplus/ (Deficit) R
70 161 927	**76 831 434**	**(6 669 508)**	**RATES AND GENERAL SERVICES**	**73 385 181**	**75 998 504**	**(2 613 323)**	**(1 726 269)**
50 771 009	56 789 690	(6 018 681)	Community Services	52 725 600	51 650 814	1 074 786	2 432 559
401 380	4 435 803	(4 034 423)	Subsidised Services	490 176	5 025 086	(4 534 910)	(4 281 482)
18 989 538	15 605 941	3 383 597	Economical Services	20 169 405	19 322 604	846 801	122 654
24 832	6 378	18 454	**HOUSING SERVICES**	18 578	48 386	(29 808)	36 889
64 789 965	56 488 766	8 301 199	**TRADING SERVICES**	65 749 608	62 079 717	3 669 891	1 313 133
134 976 723	**133 326 578**	**1 650 145**	**TOTAL**	**139 153 367**	**138 126 607**	**1 026 760**	**(376 247)**
		-	Appropriation for the year (refer note 19)			(6 186 129)	
		1 650 145	Net Surplus / (Deficit) for the year			(5 159 369)	
		6 878 028	Accumulated Surplus/(Deficit) at the beginning of the year			8 528 173	
		8 528 173	**Accumulated Surplus /(Deficit) at the end of the year**			**3 368 804**	

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

		2008 R	2007 R
CASH RETAINED FROM OPERATIONAL ACTIVITIES		18 671 161	(8 225 300)
Cash (utilised)/generated by operations	20	(28 333 923)	(60 250 795)
Investment income	18	1 864 939	2 991 017
Decrease/(increase) in working capital	21	31 742 305	12 785 652
		5 273 321	(44 474 126)
Less: External interest paid	18	0	-
Cash available from (utilised in) operations		5 273 321	(44 474 126)
Cash contributions from government and public		13 397 840	36 503 675
CASH UTILISED IN INVESTING ACTIVITIES			
Investment in fixed assets	7	(18 490 166)	(18 215 326)
NET CASH FLOW		**180 995**	**(26 440 626)**
CASH EFFECTS OF FINANCING ACTIVITIES			
Increase / (decrease) in long term loans	22	(22 543)	
Increase / (decrease) in Consumer Deposits	6	(625 377)	(587 706)
(Increase) / decrease in cash investments	8	10 672 832	21 638 395
(Increase) / decrease in cash	25	(10 205 907)	5 389 938
			-
NET CASH (GENERATED) / UTILISED		**(180 995)**	**26 440 626**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

		2008 R	2007 R
1	**ACCUMULATED FUNDS**		
	Consolidated Capital Development Fund	62 053 155	57 464 190
	Public Improvement Fund	34 306 387	26 650 607
	Loan Redemption Fund	6 235 340	5 930 097
	Bursary Fund	0	-
	Insurance Fund : General	0	-
	Adjustments were made to these funds as the opening balances were incorrect. Prior year additions and expenditure are now brough to account (Refer to Appendix A for additional information)		
		102 594 882	**90 044 894**
2	**RESERVES**		
	Total Reserves	29 055 332	5 555 419
	(Refer to Appendix A for additional information)	**29 055 332**	**5 555 419**
3	**TRUST FUNDS**		
	Housing Lakeside	642 880	388 733
	(Refer to Appendix A for additional information)	**642 880**	**388 733**
4	**LONG TERM LIABILITIES**		
	Annuity Loans	0	22 543
		0	**22 543**
	Loan due to Development & Services Board written off due to the fact that the entity no longer exists		
	(Refer to Appendix B for additional information)		
5	**WATER AND SANITATION SERVICES**		
	The AbaQulusi Municipality entered into an agreement with the Zululand District Municipality called the "Natal Spa Agreement" in June 2003, which agreement was for three years to 30 June 2006. The agreement provided for the municipality to be the Water Service Provider in the urban areas of AbaQulusi. This agreement was renewed for a futher one year to 30 June 2007 and for another three years from July 2007 to June 2010. Hence the financial results, including the assets and liabilities, of these two sectors remained in the books of the AbaQulusi Municipality.		
6	**CONSUMER DEPOSITS: SERVICES**		
	Electricity	5 645 818	
	Water	601 558	
		6 247 376	**5 621 999**
7	**FIXED ASSETS**		
	Fixed assets at the beginning of the year	296 001 927	277 786 601
	Capital expenditure during the year	16 160 572	18 215 326
	Assets adjusted during the year	2 329 594	
	Fixed assets at the end of the year	314 492 093	296 001 927
	Less: Loans redeemed and other capital income	(254 513 459)	(237 567 057)
	Net Fixed Assets	**59 978 634**	**58 434 870**
	(Refer to annexure C and Chief Financial Officers Report for additional information)		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

		2008 R	2007 R
8	**INVESTMENTS**		
	Unlisted		
	Call Deposits	30 432 773	13 424 641
	Short Term Deposits	28 500 411	22 658 156
	Long Term	1 489 830	13 667 385
	Total Investments	**60 423 014**	**49 750 182**
	Provision for Irrecoverable Investments	0	(3 066 944)
	Less: Short term investments transferred to current assets	(28 500 411)	(36 082 797)
		31 922 603	**13 667 385**
	Management's valuation of unlisted investments	**60 423 014**	**49 750 182**
	Average gross rate of return on investments	4.9%	
	Investments to the amount of R1,489,830 are ceded in	(18 255 218)	(5 932 239)
	favour of Eskom as guarantees for the purchase of	7 582 386	(15 706 156)
	electricity	**(10 672 832)**	**(21 638 395)**
	The municipality is required to invest funds which are not immediately required,with prescribed institutions and the period should be such that it will not be necessary to borrow funds against the investment at a penalty rate to meet commitments.		
	No investments were written off during the year.		
9	**LONG TERM DEBTORS**		
	Sale of Erven, P.I. Fund & Connections		5 990
			5 990
	Less: Short Term Portion		(5 990)
	Total		**-**
10	**INVENTORY**		
	Inventory represents consumable stores only. Where	4 846 080	3 161 685
	necessary provision is made for obsolete stock.	**4 846 080**	**3 161 685**
11	**DEBTORS**		
	Consumer Debtors	22 985 068	31 825 397
	Sundry Debtors	31 288 940	21 954 299
	Other Debtors	20 248	6 489 604
	Accrued Interest	716 288	
	Unidentified Deposits	9 819	-
	Amount Paid in Advance		-
		55 020 363	**60 269 301**
	Less: Provision for Doubtful Debtors	(15 549 126)	(27 100 580)
		39 471 237	**33 168 721**
	An amount of R11, 551,454 was written off as bad debts		
12	**PROVISIONS**		
	Provision for Leave payments	4 986 373	2 980 891
		4 986 373	**2 980 891**
13	**CREDITORS**		
	Retention	2 496 944	1 334 317
	Trade Creditors	13 741 534	8 359 645
	Deposits Other	195 858	346 800
	Creditors Other	429 253	30 584 210
		16 863 589	**40 624 972**

	2008 R	2007 R

14 ASSESSMENT RATES

	SITE VALUATIONS	RATES INCOME 2007/2008	RATES INCOME 2006/2007
Residential	110 949 000.00	11 257 435	11 623 581
Business	63 620 000.00	8 659 003	6 724 650
Government	12 359 900.00	1 563 158	1 335 450
Donation : Sport & Welfare	1 049 500.00	147 013	137 152
Non - Taxable	33 539 630.00	0	-
Agricultural	125 500.00	10 209	4 681
TOTALS	**221 643 530.00**	**21 636 818**	**19 825 514**

Valuations are performed every four years. The last general valuation came into effect on the 1 July 2003, except for Louwsburg which came into effect on 1 July 1994. The basic rates were as follows:-

	2007/2008	2006/2007
Properties on which a single dwelling is erected and used as such	0.1271	0.1161
All other properties	0.1627	0.1486
Bhekuzulu	0.0849	0.0775
Vaalbank	0.1271	0.1161
Hlobane	0.1271	0.1161
Thuthukani	0.1271	0.1161
Louwsburg	0.1271	0.1161
Mzamo	0.1271	0.1161
Edmondlo Domestics	0.0224	0.0205
Edmondlo Business	0.0245	0.0224
The following rebates in respect of assessment rate were allowed:		
- All properties excluding those registered in the name of State ot State Departments as well as properties used as single dwelling units	15.75 %	15.75%
- All erven zoned as town lands	50 %	50%
- State Departments	20 %	20%
- Further rebates, based on a sliding scale, for the pensioners and the needy aged, which varies betwee 10% and 80%		
- Agricultural	50 %	50%

Hlobane , Vaalbank & Thuthukani became ratable as from date of proclamation of a town 1 September 2000.

15 COUNCILLOR'S RENUMERATION AND SECTION 57 EMPLOYEES

Mayor's Allowance	**496 132**	354 939
Deputy Mayor's Allowance	**400 364**	282 824
Speaker	**400 364**	282 824
Members of Exco	**1 903 718**	1 325 735
Councillor's Allowances	**4 239 083**	3 188 383
	7 439 661	**5 434 705**

	2008 R	2007 R
16 EMPLOYEE RELATED COSTS		
Remuneration of Municipal Manager		
Annual remuneration	**527 822**	560 379
Performance Bonuses	**69 850**	
Car Allowance	**148 008**	
Housing allowance		
Contributions to Pension, Medical Aid, UIF	**1 497**	1 166
Total	**747 177**	**561 545**
Remuneration of Chief Financial Officer		
Annual remuneration	**365 333**	464 566
Performance Bonuses	**0**	20 000
Car Allowance	**53 000**	
Housing allowance		
Contributions to Pension, Medical Aid, UIF	**1 497**	56 375
Total	**419 830**	**540 941**
Remuneration of Individual Executive Directors at 30 June 2008		
Executive Manager:Council Support Services		
Annual remuneration	**308 573**	361 028
Performance Bonuses	**17 000**	
Car Allowance	**95 568**	
Housing allowance		
Contributions to Pension, Medical Aid, UIF	**32 269**	1 399
Total	**453 410**	**362 427**
Executive Manager: Technical Services		
Annual remuneration		361 025
Performance Bonuses	**0**	
Car Allowance		
Housing allowance		
Contributions to Pension, Medical Aid, UIF		1 399
Total	**0**	**362 424**
Manager: Strategic Planning & IDP		
Annual remuneration	**194 232**	337 002
Performance Bonuses	**0**	
Car Allowance	**61 200**	
Housing allowance	**0**	
Contributions to Pension, Medical Aid, UIF	**3 283**	1 283
Total	**258 715**	**338 285**
Executive Manager: Corporate Services		
Annual remuneration	**350 000**	46 030
Performance Bonuses	**0**	3 155
Car Allowance	**150 000**	
Housing allowance		
Contributions to Pension, Medical Aid, UIF	**12 093**	**3 780**
Total	**512 093**	**52 965**
Executive Manager :Community Services		
Annual remuneration	**350 000**	510 000
Performance Bonuses	**0**	20 000
Car Allowance	**150 000**	
Housing allowance		
Contributions to Pension, Medical Aid, UIF	**3 925**	39 739
Total	**503 925**	**569 739**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
Manager: Finance :Planning (no longer contract post)		
Annual remuneration	**0**	392 159
Performance Bonuses	**0**	15 000
Car Allowance	**0**	
Housing allowance	**0**	
Contributions to Pension, Medical Aid, UIF	**0**	1 399
Total	**0**	**408 558**

17 AUDITOR'S REMUNERATION

Audit Fees Paid	**772 005**	**1 742 975**

18 FINANCE TRANSACTIONS

Total external interest earned and paid:		
Interest earned	1 864 939	2 396 338
Interest paid		-
	1 864 939	**2 396 338**
Capital charges debited to operating account:		
Interest : External		-
Internal		-
Redemption : External	4 590 942	4 339 342
: Internal	**4 590 942**	**4 339 342**

The Municipality is exempted from paying the internal interest .

19 APPROPRIATIONS

Accumulated surplus (deficit) at the beginning of this year	8 528 173	6 878 028
Operating surplus (deficit) for the year	1 026 760	1 650 145
Appropriations for the year:		
Prior year adjustments	(6 186 129)	
Payments against previous years trading transaction		
Other		-
Contributions to :	-	-
- Provision for Doubtful Debtors	0	-
- Provision for leave payment	0	-
Accumulated Surplus/ (Deficit) at the end of the year	**3 368 804**	**8 528 173**
Operating Account		
Fixed Assets	**1 133 513**	**676 741**
Contributions to:	**1 719 916**	**13 697 470**
Audit Fee Provision	0	1 475 351
Insurance Fund	0	(480 396)
Leave Payment Provision	1 719 916	4 615 555
Capital Development Fund		-
Indigent Reserve	0	4 033 986
Provision for Doubtful Debtors	0	4 052 975
	2 853 429	**14 374 212**

PRIOR YEAR ADJUSTMENTS

The ledger votes had not been reconciled or cleared since 2004, which accounts for the large number of transactions and value of adjustments.

ANNUAL FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
20 CASH GENERATED BY OPERATIONS		
Surplus /(Deficit) for the year	801 760	1 650 145
Adjustments in respect of previous years' transactions	(6 186 129)	-
Appropriation charged against Income:	**2 819 724**	**29 533 675**
Capital Development Funds		-
Loans Redeemed Fund		(7 166 345)
Insurance Fund	0	(480 396)
Provisions and Reserves	1 686 210	36 503 675
Fixed Assets	1 133 513	676 741
Capital Charges:		
Interest paid to internal funds	0	-
Interest paid on external loans	0	-
Redemption of internal advances	4 590 942	4 339 342
Redemption of external loans	0	-
Interest earned (Operating Account)	(1 864 939)	(955 199)
Interest returned to Operating Account		(2 035 818)
Grants and subsidies received from the State		
Non- Operating Income	43 805 084	3 070 386
- Expenditure charged against:		
- Provisions and Reserves other than Capital Expenditure Funding	(15 632 518)	24 648 264
- Non-distributable reserve other than Capital Expenditure Funding		-
	28 333 923	**60 250 795**
21 (INCREASE)/DECREASE IN WORKING CAPITAL		
(Increase)/Decrease in long term debtors	0	-
(Increase)/Decrease in stock	1 684 395	(460 152)
(Increase)/Decrease in debtors	6 296 526	(7 944 284)
(Increase)/Decrease in creditors	23 761 383	21 190 088
(Increase)/Decrease in consumer deposits		-
	31 742 305	**12 785 652**
22 (INCREASE)/DECREASE IN EXTERNAL LOANS		
Loans Repaid	22 543	-
	22 543	-
23 **PRIOR YEAR ADJUSTMENTS**		
Prior year adjustments in respect of assets:		
The effect of the prior year adjustment on 2006/2007 financial statements is as follows :		
Assets balance as per audited 2006/2007 financial statements.		296 001 930
Adjustments in respect of assets .		7 757 716
Restated assets balance	**0**	**303 759 646**
Prior year adjustments in respect of funds:		
The effect of the prior year adjustment on 2006/2007 financial statements is as follows :		
CDF balance as per audited 2006/2007 financial statements.		28 040 012
Adjustments in respect of CDF		1 163 666
Restated CDF balance	**0**	**29 203 678**
Prior year adjustments in respect of reserves:		
The effect of the prior year adjustment on 2006/2007 financial statements is as follows :		
Reserve balances as per audited 2006/2007 financial statements.		5 555 419
Adjustments in respect of reseves		12 304 188
Restated reserve balances	**0**	**17 859 607**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
24 (INCREASE)/DECREASE IN EXTERNAL INVESTMENTS		
Investments made	(56 050 116)	(1 854 276)
Provision for irrecoverable investment	0	-
Investments realised	45 449 464	11 000 000
	(10 600 652)	**9 145 724**
25 (INCREASE)/DECREASE IN EXTERNAL CASH		
Cash balance at the beginning of the year	9 246 177	
Movements for the year	(9 246 177)	
Add cash on hand	5 920	5 070
Add Cash at bank	(965 650)	9 241 107
Cash balance at the end of the year	**(959 730)**	**9 246 177**
26 PRIMARY BANK ACCOUNT		
In terms of Section 125(2)(a)of the Municipal Finance Management Act(No 56 of 2003)		
Absa Bank: Cheque Account no 01005001109		
Bank Balance at the beginning of the year	19 392 964	13 668 303
Movements for the year	17 182 133	5 724 661
Bank balance at the end of the year	**2 210 831**	**19 392 964**
27 RETIREMENT BENEFITS		
Personnel and Councillors are members of the Natal Joint Municipal Pension Funds and South African Local Authorities Pension Funds.The last actuarial valuation was on		
28 CONSOLIDATED CAPITAL DEVELOPMENT FUND		
Outstanding advances to borrowing services		
Accumulated fund	62 053 155	57 464 190
Less: Internal advances	(41 961 095)	(44 598 226)
Investments	**20 092 059**	**12 865 963**
(Refer to Appendix A & B for more detail)		
The Municipality is exempted from paying the internal interest and from the payment of the 3% contribution to the Fund		
29 LOAN REDEMPTION FUND		
Accumulated Funds	6 235 340	5 930 097
Less: Internal Advances	371 446	(722 092)
Investments	**6 606 785**	**5 208 005**
The Municipality is exempted from paying the internal interest and from $$		
30 PUBLIC IMPROVEMENT FUND		
Outstanding advances to borrowing services		
Accumulated Funds	34 306 387	26 650 607
Less:		
Internal Advances	(1 911 455)	(2 276 045)
Debtors	0	(5 990)
Land	(8 315 606)	(8 315 606)
Investments	**24 079 326**	**16 052 965**
The Municipality is exempted from paying the internal interest.		
(Refer to Appendix A & B for more detail)		

		2008 R	2007 R
31 CONTINGENT LIABILITIES AND CONTRACTUAL OBLIGATIONS			
Claveshay Estates		2 000 000	200 000
Quantum Leap Investments		1 000 000	200 000
M P Mdletshe		12 461	40 000
Vryheid Market/A G Beata			5 000
J Dlamini			5 000
Solidarity obo V L Radebe			15 000
Onesisa School of Nursing		2 312	8 500
Louwsburg Evictions(3)			30 000
Plaza Centre Evictions		7 000	120 000
D'Azur Beleggings		5 000	10 000
T Mhlanga		146 244	
D Madonsela		7 148	
G D Kubheka		5 000	
Bender & Naicker		19 400	
G V P Mdluli		12 181	
G V P Mdluli and S M Mahlobo		10 586	
J D Hoffman		95 301	
M P Mdletshe		50 000	
B S Mdluli		7 014	
N C Shabalala		7 317	
Aon SA (Pty)Ltd		5 000	
Blue Square Advisory Services		5 000	
House A979 eMondlo		547	
Innob Trading		1 140	
Mbazwana security		1 140	
Salga		283 000	
Louwsburg Uitsettings		4 708	
Maverick Security Services		50 000	
M Mabaso		16 850	
		3 754 349	**633 500**
Matters where Abaqulusi Municipality is the defendant against Plaintiff/Claimant			
Contractual obligations			
Pure Magic c.c.	Refuse removal - Vryheid	5 099 151	
Innob	Refuse Removal -eMondlo	466 088	
Mbazwana Security	Security Services	2 131 544	
32 CAPITAL COMMITMENTS			
Commitments in respect of Capital Expenditure:			
- Approved and contracted for		46 927 092	38 937 485
- Approved and not yet contracted for		8 800 000	3 234 000
		55 727 092	**42 171 485**
This expenditure will be financed from :			
- Internal Sources			1 979 193
- External Sources			40 192 292
- Other Sources			
- Provincial Government		55 727 092	
		55 727 092	**42 171 485**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	2008 R	2007 R
33 ADDITIONAL INFORMATION IN TERMS OF SECTIONS 124 AND 125 OF THE MFMA		
A. Municipal Entities		
Under sole and shared control of the Municipality during 2007/2008	None	None
Under sole and shared control of the Municipality as at 30 June 2008	None	None
B. Contributions to Organised Local Government		
None	Nil	Nil
C. Material Losses, Irregular, Fruitless, Wasteful or Unauthorised Expenditure		
None	Nil	Nil
D. Criminal or Disciplinary Steps taken as a result of the above		
None	Nil	Nil
E. Material Losses Recovered or Written Off		
None	Nil	Nil
F. None-compliance with the Municipal Finance Management Act, Act no 56 of 2003		
None	Nil	Nil
G. Related Party		
Deputy Mayor Councillor J J Jones declared his interest in a company called Thistlegorm t/a Step by Step Computing Mr Jones has a 49 % shareholding in the company		
Transactions for the year 2006/2007	0	**23 155**
Mrs E.M. Ndlovu - Manager: Environmental Services has declared an interest in the company called Dan Jabu Trading C.C.		
Transactions for the year 2007/2008	**72 994**	
H. Operating Leases		
Operating Leases paid per annum	**395 601**	
These leases are for the rental of photocopiers,fax machines, telephone system etc		

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

APPENDIX A

STATUTORY FUNDS, GRANT FUNDS RESERVE,PROVISIONS AND TRUST FUNDS

	BALANCE AT 30.06.2007	CONTRIBUTIONS DURING THE YEAR	INTEREST ON INVESTMENTS	OTHER INCOME	OPERATING EXPENDITURE DURING THE YEAR	CAPITAL EXPENDITURE DURING THE YEAR	BALANCE AT 30.06.2008
	R	R	R	R	R	R	R
ACCUMULATED FUNDS							
Consolidated Capital Development Fund:							
Rates & General Capital Development Fund	**28 040 012**	-	1 764 283	1 170 466			30 974 760
Water Capital Development Fund	**6 849 908**	-	427 705	31 837			7 309 450
Electricity Capital Development Fund	**22 574 271**		1 443 504	309 573	558 403.00		23 768 945
LOAN REDEMPTION FUND	**5 930 097**	**-**	-	305 243			6 235 340
INSURANCE FUND	**-**	**-**					-
PUBLIC IMPROVEMENT FUND	**26 650 607**		1 657 357	6 139 754	141 330		34 306 387
BURSARY FUND	**-**						-
	90 044 894		**5 292 848**	**7 956 873**	**699 733**		**102 594 882**
RESERVES							
CMIP:UPGRADE VHD SEWER WORKS	4 033 986	8 625 070		2 299 805		(5 690 642)	9 268 219
MAP GRANT TRANSFORMER/ELECT	1 410 000			(1 410 000)			0
CMIP FUNDS UNALLOCATED	1 142 410			2 798 075			3 940 485
CMIP:EMONDLO ROADS ECT.	784 296						784 296
D.M.E. CONNECTIONS	470 459			10 130 176		(3 809 229)	6 791 405
LAND USE MANAGEMENT	430 000						430 000
FINANCIAL MANAGEMENT GRANT	419 591	250 000		(64 332)	(205 013)		400 246
UPGRADE SPORTS FIELD	370 380						370 380
N.D.R. LOCAL GOVERNMENT GRANT	257 732						257 732
CAPACITY BUILDING 02/03	149 987			121 906			271 893
PERFORMANCE MANAGEMENT SYSTEMS	100 000	257 840			(82 090)		275 750
EMONDLO LIBRARY	87 692						87 692
SYSTEMS GRANT	80 000						80 000
NDR CAPACITY BUILDING GRANT	70 000				(70 000)		0
COMMUNITY GARDENS	67 512						67 512
DONATION PUBLIC TOILETS:(ZDM)	60 000						60 000
CAPACITY BUILDING GRANT 01/02	51 906				(51 906)		(0)
METERING GRANT	44 190						44 190
COMMUNITY PARTICIPATION	43 860				(43 860)		(0)
UPGRADE BILLING EMONDLO	40 629						40 629
LDP GRANT	28 988						28 988
ANNUAL ZDM TOURISM	26 000				(26 000)		0
DISASTER MANAGEMENT GRANT	20 000						20 000
MANAGEMENT AUDIT GRANT	19 289						19 289
VRYHEID DEV. POTENTIAL	15 812						15 812
NEW REFUSE DUMP (L/BURG)	3 994						3 994
FIRE BRIGADE GRANT	140				(140)		(0)
IDP & LDP + AMALGAMATION PLAN	(1 125)				1 125		0
DME CONNECTIONS (850)	-						0
MIG INCOME RECEIVED	(3 429 210)				3 429 210		0
WATER RETICULATION	(3 027 286)				3 027 286		0
SUPPORT INSTALL WATER METERS	1 834 000			950 381		(331 780)	2 452 601
PROJECT CONSOLIDATE				778 595			778 595
PROJECT CONSOLIDATE				228 766			228 766
SIDEWALKS CBD	8 484				(8 484)		0
PEDESTRIAN BRIDGE B/ZULU	6 035				(6 035)		0
LOCAL GOVERNMENT GRANT	(64 332)				64 332		0
HOUSING				27 185 528	(27 185 528)		0
MSIG GRANT		734 000		1 437 819.00	(979 356)		1 192 463
MAP GRANT				1 161 265	(225 000)		936 265
MFMA GRANT		61 592					61 592
GIJIMA		81 536					81 536
DBSA GRANT		100 000			(35 000)		65 000
	5 555 419	10 110 038	-	45 617 984	(22 361 459)	(9 831 651)	**29 055 332**
PROVISIONS							
Audit Costs	-		-	-			-
Doubtful Debts (1)	24 033 636	3 066 944	-	-	11 551 454		15 549 126
Staff Leave	2 980 891	3 312 273	-	-	1 306 792		4 986 373
Irrecoverable Investments (3)	3 066 944	-	-	-	3 066 944		0
	22 144 116	**6 379 217**	**-**	**-**	**15 925 190**		**20 535 499**
TRUST FUNDS							
Housing Lakeside	388 733	-	53 463	200 684			642 880
	388 733	**-**	**53 463**	**200 684**	**-**		**642 880**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

APPENDIX B

EXTERNAL LOANS AND INTERNAL ADVANCES

EXTERNAL LOANS	BALANCE AT 30/06/2007	RECEIVED DURING YEAR	PAYMENTS DURING YEAR	BALANCE AT 30/06/2008
	R	R	R	R
Balance (stock Loans) brought forward	-			-
TOTAL STOCK LOANS	**-**	**-**	**-**	**-**
OTHER:				
EXTERNAL LOANS:				
Rates and General : (Louwsburg)	**22 543**	**-**	**(22 543)**	**-**
Interest free to be paid as and when Mzamo lots are sold				
Total Other External Loans	**22 543**	**-**	**(22 543)**	**-**
Grand Total: External Loans	**22 543**	**-**	**(22 543)**	**-**
(Refer to Note 4)				

INTERNAL ADVANCES	BALANCE AT 30/06/2007	RECEIVED DURING YEAR	REDEEMED OR WRITTEN OFF DURING YEAR	BALANCE AT 30/06/2008
	R	R	R	R
CAPITAL DEVELOPMENT FUND	**44 598 226**	**7 502 682**	**10 139 813**	**41 961 095**
- Rates and General Services	31 835 069	4 521 976	7 012 976	29 344 069
- Electricity Services	6 929 622	2 110 020	1 602 323	7 437 319
- Water Services	5 833 535	870 686	1 524 514	5 179 707
PUBLIC IMPROVEMENT FUND:	**2 276 045**	**-**	**364 590**	**1 911 455**
- Rates and General Services	1 612 834	-	261 015	1 351 819
- Electricity Services	232 037	-	34 286	197 751
- Water Services	431 174	-	69 289	361 885
LOAN REDEMPTION FUND:	**722 092**	**-**	**350 646**	**371 446**
- Rates and General Services	112 065	-	112 065	-
- Electricity Services	610 027	-	238 581	371 446
	47 596 363	**7 502 682**	**10 855 049**	**44 243 996**
(Refer to Notes 27,28 & 29)				

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

APPENDIX C

ANALYSIS OF FIXED ASSETS

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EXPENDITURE 2006/ 2007	SERVICE		BALANCE ON 30/06/2007	ACQUISITIONS 2007/2008	WRITTEN OFF, REDEEMED OR DISPOSED 2007/2008	BALANCE ON 30/06/2008
R			R	R	R	R
	RATES AND GENERAL SERVICES FIXED ASSETS					
-	Afforestation		56 625	-		56 625
-	Agricultural Plots		21 700	-		21 700
-	Airfield		187 109	-		187 109
-	Asset Lakeside		83 111	-		83 111
(6 035)	Bhekuzulu Bridge		310 902	36 225		347 127
148 869	Bhekuzulu Cemetery		338 168			338 168
-	Biowiss Project		7 296 319			7 296 319
-	Cemetery		49 183			49 183
3 030 033	Commuter Facilities		3 692 503	422 625		4 115 128
-	Emondlo Sport stadium		2 977 761			2 977 761
-	Emondlo Community Centre		1 267 418			1 267 418
-	Emondlo Cultural Centre		169 020			169 020
	Emondlo Fencing		18 135			18 135
98 919	Emondlo Library		3 293 445			3 293 445
-	Fencing		333 142			333 142
-	Industrial Siding		42 025			42 025
-	Land		672 911		672 911	-
58 395	Land & Buildings: Bhekuzulu		6 246 419			6 246 419
-	Market Square		116 441	112 874		229 315
-	Mason Street Clinic		1 862 434			1 862 434
253 553	Municipal Buildings		7 441 855	1 161 153		8 603 008
-	Parking Areas		114 600			114 600
-	Parks & Gardens		356 690			356 690
-	Parks Development Emondlo		34 827			34 827
-	Parks Lakeside		38 235			38 235
472 150	Recreation Facilities		1 089 826	13 167		1 102 993
-	Refuse Dump		1 070 083			1 070 083
-8 484	Roads & Streets		54 460 008	2 222 535		56 682 543
11 575	Sewerage Scheme		33 848 903	9 420 630	9 421	42 351 397
-	Sport Grounds		771 525	5 244		776 769
-	Staff Housing		39 677			39 677
-	Storm water Drainage		3 861 787	282 718		4 144 505
-	Swimming Bath		363 598			363 598
-	Town Planning		1 982 206		53 935	1 928 271
-	TV. Antenna		11 180			11 180
-	Zulu Cultural Village		2 394 144		1	2 394 143
4 058 975	**SUB - TOTAL**		**136 913 916**	**13 677 172**	**736 268**	**148 946 105**
	MOVEABLE ASSETS		**R**	**R**	**R**	**R**
-	Artisan Tools		15 159	7 943		23 102
-	Arts & Objects		18 644	-		18 644
-	Books Library		47 731			47 731
-	Civil Defense Equipment		21 792	-		21 792
346 935	Data Processing		6 502 587	366 180	1 682 048	5 186 719
-	Emondlo Library Furniture		132 364			132 364
-	Emondlo Office Equipment		65 717	6 308		72 025
-	Emondlo Radios		66 123			66 123
-	Emondlo Sundry Plant		34 771			34 771
-	Emondlo Township Register		855			855
-	Equipment Council Chamber		37 001			37 001
-	Equipment: Testing Station		9 399			9 399
-	Equipment: Traffic Department		749 041			749 041
-	Fire Brigade		392 514			392 514
256 424	Furniture & Equipment		2 058 524	276 444		2 334 968
-	Hlobane Municipal Feasibility		-			-
-	Integrated Development Plan		259 448	44 060	303 509	-0
-	Land Use Management System		173 509		173 509	-
-	Museum Exhibits		83 810			83 810
-	Office Equipment		698 548	41 896		740 444
17 440	Radios General		479 012	32 897		511 909
119 410	Security Equipment		333 330			333 330
-	Sport Park Equipment		28 761			28 761
-	Status Report Emondlo		63 812		63 812	-
-	Study		210 238		210 238	-
33 799	Sundry Plant & Equipment		4 099 845	163 031		4 262 876
-	Swimming Bath Equipment		10 670			10 670
-	Valuation Roll		207 553		207 553	-
-	Vehicles		7 215 385	1 402 089		8 617 474
-	Vryheid Development Potential		184 188	-		184 188
774 007	**Sub Total**		**24 200 330**	**2 340 849**	**2 640 668**	**23 900 512**
4 832 982	**TOTAL RATES AND GENERAL**		**161 114 246**	**16 018 021**	**3 376 936**	**172 846 617**
	ABATTOIR SERVICE		**R**	**R**	**R**	**R**
	Old Buildings		9 751	97 410		107 161
	Total Abattoir		**9 751**	**97 410**	**-**	**107 161**
	ELECTRICITY SERVICE					
	Property & Permanent Works					
	Building		97 410	-	97 410	-
			-			-
4 281 810	Mains & Service		39 532 694	5 611 141		45 143 836
	Railway Sidings		971	-		971
	Land		32 590	-		32 590
4 281 810	**Total Property & Permanent Works**		**39 663 665**	**5 611 141**	**97 410**	**45 177 397**

EXPENDITURE 2006/ 2007	SERVICE		BALANCE ON 30/06/2007	EXPENDITURE 2007/2008	WRITTEN OFF, REDEEMED OR DISPOSED 2007/2008	BALANCE ON 30/06/2008
R			R	R	R	R
	MOVEABLE ASSETS					
	Furniture & Office Equipment		122 743	-		122 743
	Plant & Equipment		1 113 471			1 113 471
	Prepaid Meters		3 560 578	171 708		3 732 286
	Radios		212 061	-		212 061
	Robots		163 740	-		163 740
	Street Lighting		1 728 477	101 667		1 830 144
	Tools & Instruments		1 055 387	-		1 055 387
-	Vehicles		769 845	1		769 846
-	**Sub Total**		**8 726 302**	**273 376**	**-**	**8 999 678**
4 281 810	**Total Electricity**		**48 389 967**	**5 884 518**	**97 410**	**54 177 075**
	WATER SERVICES					
	Property & Permanent Works					
30 586	Klipfontein Dam		139 694	47 212		186 906
3 103 659	Mains Pipelines & Reservoirs		30 946 694	259 640		31 206 334
	Purification Works		1 713 740	1		1 713 741
23 106	Storage Dams		6 782 974			6 782 974
117 821	Water Meter		1 688 377	341 201		2 029 578
	Water Plant Tools and Equipment		5 159 231	5 548		5 164 779
-	Informal Settlements			219 671		219 671
-						
3 275 171	**Total Water Services**		**46 430 711**	**873 273**	**-**	**47 303 983**
	HOUSING SERVICE		**R**	**R**	**R**	**R**
2 968 990	Bhekuzulu Phase 6A & 6B		16 715 890			16 715 890
20 320	Coronation Housing		658 885			658 885
2 642 221	Louwsburg Housing Scheme		12 841 031			12 841 031
193 830	Slum Clearance Project Phase 1		1 502 545			1 502 545
-	Staff Housing		23 300	-		23 300
5 825 361	**Total Housing Service**		**31 741 650**	**-**	**-**	**31 741 650**
	PUBLIC IMPROVEMENT FUND					
	Bhekuzulu Houses		452 981	-		452 981
	Deferred Charges		277	-		277
	Development Costs		5 447 716	-		5 447 716
	Industrial Sidings		29 000	-		29 000
-	Land		1 940 571	-		1 940 571
	Survey Costs		445 061	-		445 061
-	**Total Public Improvement Fund**		**8 315 606**	-	**-**	**8 315 606**
18 215 325	**TOTAL FIXED ASSETS**		**296 001 930**	**22 873 222**	**3 474 346**	**314 492 092**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

APPENDIX C

ANALYSIS OF FIXED ASSETS

SERVICE	BALANCE AT 30/06/2007	EXPENDITURE 2008	WRITTEN OFF, TRANSFERRED OR DISPOSED OF 2007/2008	BALANCE AT 30/06/2008
RATES AND GENERAL SERVICES FIXED ASSETS	**R**	**R**	**R**	**R**
Stock Loans Redeemed	4 751 858		-	4 751 858
Loans Redeemed: External	11 201	22 543	-	33 744
P.I.F. Advances Redeemed	1 565 586	261 015	16 664	1 809 937
C.D.F. Advances Redeemed	20 463 247	6 937 310	-	27 400 557
Rev. Add. Advances Redeemed	881 191		-	881 191
Loans Redeemed Bhekuzulu	4 645 893		-	4 645 893
L.R.F. Advances redeemed	4 318 734	112 065	-	4 430 799
Loans Repaid Ex Revenue	3 347 531		-	3 347 531
Contribution Ex Comp. Reserve	2 703 490		-	2 703 490
Contribution Ex Revenue: Bhekuzulu	1 206 499		-	1 206 499
Contribution Ex Revenue	8 197 007	217 863	-	8 414 870
Grants	68 030 351	5 690 642	1 884 050	71 836 943
Siding Costs Recovered	18 682		-	18 682
Parking Space Development	215 469		-	215 469
Surplus on Land Re-valuation	294 810			294 810
Ex Reserve Funds	3 723 161		-	3 723 161
Land Endowed	312 240		-	312 240
Advance Ex Revenue Lakeside	11 299		-	11 299
Contribution Ex D & R Fund	24 727		-	24 727
Contribution Emondlo Income	123 125		-	123 125
Emondlo Reserve Fund	-			-
N.D.R. Grants Unutilised	-			-
	124 846 101	**13 241 438**	**1 900 714**	**136 186 825**
ABBATOIR SERVICE				
Annuity Loans Redeemed	4 431		-	4 431
Loans Redeemed Ex Sinking Fund	5 321	-	-	5 321
	9 752	**-**	**-**	**9 752**

SERVICE	BALANCE AT 30/06/2007	EXPENDITURE 2008	WRITTEN OFF, TRANSFERRED OR DISPOSED OF 2007/2008	BALANCE AT 30/06/2008
ELECTRICITY				
Internal Loans CDF		7 093 858		7 093 858
Stock Loans	3 215 000		-	3 215 000
Loans Redeemed External	566 404		-	566 404
P.I.F Loans Redeemed	186 460	34 286		220 746
Other Internal Loans Redeemed	6 053 756	238 582	-	6 292 338
Loans Partially Repaid	3 383 261		884 787	2 498 474
Contribution From Revenue	8 024 764	353 415		8 378 179
Contribution From Consumers	47 341		-	47 341
Sinking Fund Surplus	17 930		-	17 930
Contribution From D & R Fund	368 069		-	368 069
Grants	11 766 114	4 249 053	-	16 015 167
Emondlo Reserve	3 889 755		-	3 889 755
N.D.R. Grants Unutilised	-		-	-
TOTAL	**37 518 854**	**11 969 194**	**884 787**	**48 603 261**
WATER				
Stock Loans	9 897 000	-	-	9 897 000
Loans Redeemed External	9 439	-	-	9 439
Ex Reserve Fund	644 295	-	-	644 295
Annuity Loans Redeemed	408 876		252 566	156 310
Loans Fully Redeemed	337 381		34 644	302 737
Loans Ex C.D.F. Repaid	6 785 417	855 676	639 068	7 002 025
Contribution Ex D & R Fund	9 950		-	9 950
Contribution From Revenue	2 558 812	35 472	78 316	2 515 968
Grants and Subsidies	22 402 601	331 780	1 767 596	20 966 785
Loans Ex P.I. Fund Repaid	274 589	69 289	34 644	309 234
Water Contributions	120 918		-	120 918
N.D.R. Grants Unutilised	-	-		-
TOTAL	**43 449 279**	**1 292 216**	**2 806 834**	**41 934 661**
HOUSING SERVICE	**R**	**R**	**R**	**R**
Loans Redeemed	23 300	-	-	23 300
Grants: Bhekuzulu Phase 6A	17 972 035		5 538 569	12 433 466
Grants : Louwsburg Housing	13 747 737	1 574 458	-	15 322 195
N.D.R. Grants Unutilised	-			-
TOTAL	**31 743 072**	**1 574 458**	**5 538 569**	**27 778 961**
TOTAL LOANS REDEEMED AND OTHER CAPITAL RECEIPTS	**237 567 057**	**28 077 306**	**11 130 904**	**254 513 459**
NET FIXED ASSETS	**58 434 873**	**(5 204 084)**	**(7 656 559)**	**59 978 633**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

APPENDIX D

ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2008

ACTUAL 30/06/2007		ACTUAL 30/06/2008	BUDGET 30/06/2008
R	**REVENUE**		R
30 969 619	Government and Provincial Grants	30 288 463	31 807 565
104 007 104	Income from tariffs, service charges etc.	108 864 904	107 947 493
134 976 723		**139 153 367**	**139 755 058**
	EXPENDITURE		
55 152 932	Salaries, Wages and Allowances	52 644 817	52 796 876
70 232 243	General Expenditure	89 637 410	88 648 901
27 360 212	- Electricity Purchases	29 607 044	32 817 954
655 903	- Water Purchases		
42 216 127	Other General Expenses	60 030 366	55 830 947
12 316 386	Repairs and Maintenance	12 292 325	12 664 257
4 485 246	Capital Charges	4 590 942	6 909 207
676 741	Contribution to Fixed Assets	1 133 513	814 255
12 699 545	Contribution	1 641 224	3 355 616
155 563 093	Gross Expenditure	161 940 230	165 189 112
(22 236 515)	Less: Amounts charged out	(23 813 623)	(25 057 807)
133 326 578		**138 126 607**	**140 131 305**
		1 026 760	**(376 247)**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

APPENDIX E

OPERATING ACCOUNT: DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2008

2006/2007 ACTUAL INCOME	2006/2007 ACTUAL EXPENDITURE	2006/2007 ACTUAL SURPLUS (DEFICIT)	SERVICE	2007/2008 ACTUAL INCOME	2007/2008 ACTUAL EXPENDITURE	2007/2008 ACTUAL SURPLUS (DEFICIT)	2007/2008 BUDGET
70 161 927	**76 831 434**	**(6 669 508)**	**RATES AND GENERAL SERVICES**	**73 385 181**	**75 998 504**	**(2 613 323)**	**(1 726 269)**
50 771 009	**56 789 690**	**(6 018 681)**	**COMMUNITY SERVICE**	**52 725 600**	**51 650 814**	**1 074 786**	**2 432 559**
19 825 514		19 825 514	Assessment Rates	21 671 514	0	21 671 514	22 904 582
307 676	6 560 767	(6 253 091)	Community Services	179 079	7 187 170	(7 008 093)	(6 768 545)
6 241 334	3 303 171	2 938 162	Corporate Services	6 628 098	4 766 706	1 861 392	1 806 946
15 137 319	17 982 739	(2 845 420)	Council General Expenses	16 325 470	8 834 654	7 490 816	8 408 644
365 479	13 566 261	(13 200 782)	Engineering Services	264 560	13 999 730	(13 735 170)	(12 832 152)
4 822 519	6 309 796	(1 487 277)	Finance	2 632 608	6 432 220	(3 799 612)	(3 658 175)
72 325	1 293 111	(1 220 786)	Human Resources	198 018	2 030 359	(1 832 341)	(1 681 157)
-	116 314	(116 314)	Information Technology	0	232 954	(232 954)	(343 485)
-	(170 757)	170 757	Municipal Manager	0	659 333	(659 333)	(2 365 708)
140 130	754 904	(614 774)	Public Health and Clinic	650 980	641 022	9 958	(56 486)
3 570 925	5 806 710	(2 235 785)	Public Safety	3 920 343	6 447 922	(2 527 577)	(2 548 282)
257 788	1 054 360	(796 572)	Strategic Planing -Town Planning	118 931	214 508	(95 577)	(235 117)
30 000	212 314	(182 314)	Tourism	136 000	204 236	(68 236)	(198 506)
401 380	**4 435 803**	**(4 034 423)**	**SUBSIDISED SERVICES**	**490 176**	**5 025 086**	**(4 534 910)**	**(4 281 482)**
139 720	1 845 024	(1 705 304)	Parks and Gardens	225 887	2 227 804	(2 001 917)	(1 984 818)
222 912	1 137 861	(914 949)	Cemetery	219 645	1 181 542	(961 897)	(768 960)
38 749	1 452 919	(1 414 170)	Library	44 644	1 615 740	(1 571 096)	(1 527 704)

2006/2007 ACTUAL INCOME	2006/2007 ACTUAL EXPENDITURE	2006/2007 ACTUAL SURPLUS (DEFICIT)	SERVICE	2007/2008 ACTUAL INCOME	2007/2008 ACTUAL EXPENDITURE	2007/2008 ACTUAL SURPLUS (DEFICIT)	2007/2008 BUDGET
18 989 538	**15 605 941**	**3 383 597**	**ECONOMICAL SERVICES**	**20 169 405**	**19 322 604**	**846 801**	**122 654**
8 222 005	7 215 259	1 006 746	Solid Waste	8 873 106	9 281 766	(408 660)	28 338
10 767 533	8 390 683	2 376 850	Sanitation Services	11 296 299	10 040 838	1 255 461	94 316
24 832	**6 378**	**18 454**	**HOUSING SERVICES**	**18 578**	**48 386**	**(29 808)**	**36 889**
24 832	6 378	18 454	Municipal Housing	18 578	48 386	(29 808)	36 889
64 789 965	**56 488 766**	**8 301 199**	**TRADING SERVICES**	**65 749 608**	**62 079 717**	**3 669 891**	**1 313 133**
52 119 093	**45 448 692**	**6 670 401**	**ELECTRICITY SERVICES**				**(700 701)**
52 119 093	45 448 692	6 670 401	Electricity Services	52 217 184	49 903 983	2 313 201	(700 701)
12 670 872	**11 040 074**	**1 630 798**	**WATER SERVICES**				**2 013 834**
12 670 872	11 040 074	1 630 798	Water Distribution	13 532 424	12 175 734	1 356 690	2 013 834
134 976 723	**133 326 578**	**1 650 145**	**TOTAL**	**139 153 367**	**138 126 607**	**1 026 760**	**(376 247)**
		-	Appropriation for the year (refer note 19)			(6 186 129)	
		1 650 145	Net Surplus/(Deficit) For The Year			(5 159 369)	
		6 878 028	Accumulated surplus/(deficit) at the beginning of the year			8 528 173	
		8 528 173	Accumulated Surplus/(Deficit) at the end of the year			**3 368 804**	

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

APPENDIX F

STATISTICAL INFORMATION

		2007/2008	2006/2007
a)	**GENERAL STATISTICS**		
i)	Population	224 546	224 546
ii)	Registered Voters	74 600	74 600
iii)	Valuation of residential properties	110 949 000	111 272 500
iv)	Valuation of commercial properties	63 620 000	63 130 000
v)	Valuation of rateable properties: Land	188 103 900	187 983 400
vi)	Valuation of rateable properties: Improvements	1 098 940 120	1 099 480 520
vii)	Valuation of non- rateable properties: Land	33 539 630	33 674 630
viii)	Valuation of non- rateable properties: Improvements	71 002 520	71 088 520
		221 643 530	**221 658 030**
ix)	Date of valuation	01/07/2003	01/07/2003
x)	Number of stands - residential and commercial	Not available	Not available
xi)	Assessment rate on land	R 0.1271	R 0.1095
xii)	Assessment rate on improvements	N/A	N/A
b)	**WATER STATISTICS**		
i)	Number of Consumers	12 215	12 215
ii)	Kilolitres Purified	9 988 693	9 636 100
iii)	Kilolitres Sold (Total)	2 550 579	2 372 449
iv)	Kilolitres Lost in Distribution	6 858 874	6 858 874
v)	% Lost in Distribution	68.67%	71.18%
vi)	Total Costs (Expenses)	R 12 175 734	R 11 040 074
vii)	Cost Per Kilolitres Purified	R 1.22	R 1.15
	TOTAL COST LOST THROUGH DISTRIBUTION**	**R 8 360 636**	**R 7 858 208**
	**The actual loss in distribution cannot be determined in view of the fact that eMondlo's consumers are not billed. The difference between water purified and sold can therefore not be regarded as lost in distribution,seeingthat a large percentage of it		
c)	**ELECTRICITY STATISTICS**		
i)	Number of consumers (residential & commercial)	13 902	13 902
ii)	Units purchased (kwh)	141 627 303	136 649 078
iii)	Units sold (|Total)	119 756 204	119 884 869
iv)	Units lost in distribution (ii - iii)	21 871 099	16 764 209
v)	Units lost in distribution % of (ii)	15.44%	12.27%
vi)	Total cost (Expenses)	R 49 903 983	R 45 448 692
vii)	Cost per unit purchased	R 0.35	R 0.33
	TOTAL COST LOST THROUGH DISTRIBUTION	**R 7 706 529**	**R 5 575 679**
d)	**INDIGENT STATISTICS**		
i)	Number of Indigents - Average per month	1947	
ii)	Free Electricity - 50kwh per month	140184	
iii)	Cost per annum	974022	
iv)	Free Water - 6 kl per month	100296	
v)	Cost per annum - including Basic Charge	714084	
vi)	Free Refuse -cost per annum	1605348	
vii)	Free Sanitation - cost per annum	2156112	
viii)	Free Rates - value R6000 or less	1563	
ix)	Cost per annum	471324	

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

APPENDIX F

STATISTICAL INFORMATION

		RATEABLE			NON-RATEABLE		
TARIFF	TARIFF DESCRIPTION	LAND VALUE	IMPROVEMENT VALUE	RAISED	LAND VALUE	IMPROVEMENT VALUE	RAISED
A 100	Non-taxable				4 255 630.00	8 998 000.00	0.00
101	Rates other	52 714 000.00	227 130 500.00	7 216 369.73			
102	Residential	70 189 000.00	434 536 600.00	8 926 014.29			
103	Comm.Indust.	290 000.00	1 221 000.00	19 281.94			
104	Government	11 376 400.00	76 851 500.00	1 462 165.15			
105	Rates Monthly Residential	2 657 000.00	17 069 000.00	337 705.20			
106	Rates Monthly Bussiness	1 454 500.00	5 071 000.00	199 375.20			
120	Non-Taxable				9 627 300.00	8 976 000.00	0.00
121	Non-Taxable				500 500.00	6 500.00	0.00
122	Non-Taxable				8 496 100.00	90 000.00	0.00
150	Donation : sport bodies	612 500.00	2 470 000.00	83 958.24			
151	Non-Taxable				998 500.00	10 639 500.00	0.00
152	Donation : Care of elderly	437 000.00	7 663 000.00	59 901.60			
153	Donation : Organisations						
155	Donation : Welfare organisations			3 152.70			
156	Non-Taxable				3 361 500.00	20 898 000.00	0.00
160	Pension rebate : 10 %	191 500.00	1 068 000.00	21 905.52			
161	Pension rebate : 20 %	91 500.00	449 000.00	11 422.02			
162	Pension rebate : 60 %	32 500.00	121 000.00	1 652.28			
163	Pension rebate : 80 %	174 500.00	1 008 500.00	4 436.04			
180	Townlands & Agricultural	63 000.00	80 000.00	5 125.08			
190	Taxable (Special Consent)	8 772 000.00	49 484 000.00	1 187 816.01			
	TOTAL WARD A	**149 055 400.00**	**824 223 100.00**	**19 540 281.00**	**27 239 530.00**	**49 608 000.00**	**0.00**
B 163	Pension rebate : 80 %	27 000.00	256 000.00	458.52			
191	Bhekuzulu single dwelling	13 252 000.00	59 355 000.00	715 475.87			
192	Bhekuzulu state property	567 500.00	5 929 500.00	48 180.96			
193	Bhekuzulu churches				251 000.00	1 915 500.00	0.00
194	Bhekuzulu businesses	61 500.00	187 000.00	5 221.56			
195	Bhekuzulu Special Consent	43 500.00	155 500.00	3 693.12			
196	Bhekuzulu rentals	6 365 500.00	17 161 500.00	559 411.35			
197	Bhekuzulu Council's property				1 427 500.00	10 193 500.00	0.00
	TOTAL WARD B	**20 317 000.00**	**83 044 500.00**	**1 332 441.38**	**1 678 500.00**	**12 109 000.00**	**0.00**
C 100	Emondlo Non-taxable				435 000.00	1 651 520.00	0.00
105	Emondlo domestic	13 826 000.00	92 665 500.00	217 173.70			
106	Emondlo businesses	98 500.00	1 214 500.00	2 413.56			
107	Emondlo churches	56 000.00	338 000.00	0.00			
163	Pension rebate : 80 %						
	TOTAL WARD C	**13 980 500.00**	**94 218 000.00**	**219 587.26**	**435 000.00**	**1 651 520.00**	**0.00**
D 110	Hlobane Residential	185 500.00	2 144 000.00	18 954.82			
111	Hlobane Business	112 500.00	2 927 500.00	15 420.84			
113	Hlobane Exempted				4 300.00	0.00	0.00
	TOTAL WARD D	**298 000.00**	**5 071 500.00**	**34 375.66**	**4 300.00**	**0.00**	**0.00**
E 125	Tutukani Residential	833 500.00	4 990 000.00	76 226.98			
126	Tutukani Business	29 000.00	558 000.00	3 975.24			
127	Tutukani State	15 000.00	140 000.00	2 440.56			
128	Tutukani Exempted				64 500.00	292 500.00	0.00
	TOTAL WARD E	**877 500.00**	**5 688 000.00**	**82 642.78**	**64 500.00**	**292 500.00**	**0.00**
F100	Vaalbank Non-taxable				2 541 400.00	5 943 500.00	0.00
115	Vaalbank Residential	534 000.00	7 648 000.00	65 456.64			
116	Vaalbank Business	39 500.00	360 000.00	5 414.40			
118	Vaalbank Exempted				20 000.00	0.00	0.00
	TOTAL WARD F	**573 500.00**	**8 008 000.00**	**70 871.04**	**2 561 400.00**	**5 943 500.00**	**0.00**
G 100	Louwsburg Exempted				1 123 900.00	165 500.00	0.00
101	Louwsburg Residential	1 831 000.00	5 044 000.00	232 818.32			
102	Louwsburg State	297 500.00	685 000.00	38 723.16			
103	Louwsburg Churches	25 000.00	218 000.00	0.00			
105	Louwsburg Schools	64 000.00	215 000.00	6 507.60			
106	Mzamo Residential	675 000.00	1 690 000.00	65 489.45			
107	Mzamo State	39 500.00	0.00	5 141.04			
108	Mzamo Churches				58 500.00	481 500.00	0.00
110	Mzamo Non-taxable				293 000.00	195 000.00	0.00
120	Telkom	5 000.00	135 000.00	21.60			
160	Pension rebate : 10 %	8 000.00	12 000.00	915.12			
163	Pension rebate : 80 %	75 500.00	190 000.00	1 918.80			
190	Agriculture	62 500.00	51 500.00	5 084.16			
	TOTAL WARD G	**3 083 000.00**	**8 240 500.00**	**356 619.25**	**1 475 400.00**	**842 000.00**	**0.00**
	GRAND TOTALS	**188 184 900.00**	**1 028 493 600.00**	**21 636 818.37**	**33 458 630.00**	**70 446 520.00**	**0.00**

ABAQULUSI MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2008

APPENDIX F

STATISTICAL INFORMATION

		RATEABLE			NON-RATEABLE		
TARIFF	TARIFF DESCRIPTION	LAND VALUE	IMPROVEMENT VALUE	RAISED	LAND VALUE	IMPROVEMENT VALUE	RAISED
		R	R	R	R	R	R
100	Non - taxable				8376930	16758520	0
101	Rates other	53 915 000	230 115 000	6 725 357.02			
102	Residential	70 853 500	438 666 000	8 225 979.82			
103	Commercial /Industrial	814 000	3 052 000	117 245.40			
104	Government	11 376 400	76 851 500	1 335 449.98			
105	Rates Monthly Residential	16 526 000	109 949 500	518 212.16			
106	Rates Monthly Businesss	2 228 000	7 975 500	249 201.94			
107	Mzamo State	95 500	338 000	4 696.20			
108	Mzamo Churches	-	-	-	58500	481500	0
110	Hlobane Residential	478 500	2 339 000	18 896.77			
111	Hlobane Exempted	112 500	2 927 500	14 084.40			
113	Hlobane Exempted	-	-	-	4300	0	0
115	Vaalbank Residential	534 000	7 648 000	59 756.32			
116	Vaalbank Business	39 500	360 000	4 945.20			
118	Vaalbank Exempted	-	-	-	20000	0	0
120	Non - taxable			-	9657300	9051000	0
121	Non - taxable			-	500500	6500	
122	Non - taxable			-	8496100	90000	0
125	Tutukani Residential	833 500	4 990 000	72 231.21			
126	Tutukani Business	29 000	558 000	3 630.60			
127	Tutukani State	15 000	140 000	2 229.00			
128	Tutukani Exempted			-	64500	292500	0
150	Donation Sport Bodies	612 500	2 470 000	76 682.52			
151	Non - taxable	998 500	10 639 500	-			
152	Donation : Care of the Elderly	437 000	7 663 000	54 710.52			
153	Donation: Organisations	-	-	-			
155	Donation: Welfare Organisations	46 000	254 000	5 758.92			
156	Non - taxable	3 401 500	20 866 000	-			
160	Pension Rebate : 10%	90 500	579 000	9 456.36			
161	Pension Rebate : 20%	154 000	795 000	14 303.52			
162	Pension Rebate : 60%	68 000	315 000	3 157.92			
163	Pension Rebate : 80%	311 500	1 601 000	8 092.59			
180	Townlands & Agricultural	63 000	80 000	4 680.84			
190	Taxable (Special Consent)	-	-	-			
190	Agriculture (ward G)	8 485 500	46 778 500	1 052 983.44			
191	Bhekuzulu Single Dwelling	12 921 000	58 250 500	633 503.22			
192	Bhekuzulu state Property	567 500	5 929 500	43 981.32			
193	Bhekuzulu Churches				240000	1866500	0
194	Bhekuzulu Business	61 500	187 000	4 766.40			
195	Bhekuzulu Special Consent	43 500	155 500	3 087.12			
196	Bhekuzulu Rentals	6 645 500	18 175 000	515 687.93			
197	Bhekuzulu Council Property	-	-	-	1482500	10285500	0
	Rebate Adjustments			42 745.76			
		192 757 400	**1 060 648 500**	**19 825 514.40**	**28 900 630.00**	**38 832 020.00**	**-**